

EXHIBIT 1



Entered on Docket
October 12, 2007

Ri-ji

**Hon. Linda B. Riegle
United States Bankruptcy Judge**

LEWIS AND ROCA LLP

3993 Howard Hughes Parkway, Suite 600
Las Vegas, NV 89169-5996
Facsimile (702) 949-8321
Telephone (702) 949-8320

Susan M. Freeman AZ State Bar No. 004199
Email: sfreeman@lrlaw.com
Rob Charles NV State Bar No. 006593
Email: rcharles@lrlaw.com

Attorneys for USACM Liquidating Trust

**UNITED STATES BANKRUPTCY COURT
DISTRICT OF NEVADA**

In re:	
USA COMMERCIAL MORTGAGE COMPANY,) Case No. BK-S-06-10725-LBR Case No. BK-S-06-10726-LBR Case No. BK-S-06-10727-LBR Case No. BK-S-06-10728-LBR Case No. BK-S-06-10729-LBR
USA CAPITAL REALTY ADVISORS, LLC,) CHAPTER 11
USA CAPITAL DIVERSIFIED TRUST DEED FUND, LLC,) Jointly Administered Under Case No. BK-S-06-10725 LBR
USA CAPITAL FIRST TRUST DEED FUND, LLC,) Date: April 26, 2007 Time: 9:30 a.m
USA SECURITIES, LLC,) Debtors. Affecting: <input type="checkbox"/> All Cases or Only: <input checked="" type="checkbox"/> USA Commercial Mortgage Company <input type="checkbox"/> USA Capital Realty Advisors, LLC <input type="checkbox"/> USA Capital Diversified Trust Deed Fund, LLC <input type="checkbox"/> USA Capital First Trust Deed Fund, LLC <input type="checkbox"/> USA Securities, LLC

**ORDER SUSTAINING THIRTY-FIFTH OMNIBUS OBJECTION
OF THE USACM LIQUIDATING TRUST TO CLAIMS ASSERTING SECURED
STATUS EXCEPT PROOF OF CLAIM NO. 10725-02353 FILED BY
THE MUSSO LIVING TRUST**

The USACM Liquidating Trust (the “USACM Trust”) filed its Thirty-Fifth
Omnibus Objection to Claims Asserting Secured Status [DE 4615] (the “Objection”) on
August 22, 2007. Appropriate notice of the Objection was given. A Response to the
Objection was raised as follows:

- On August 31, 2007, Walter Musso, Trustee of the Musso Living Trust, contacted counsel for the Trust. Upon being provided additional information, the Musso Living Trust conceded that the claim was not properly classified as a secured claim, and a Stipulation was entered into on September 19, 2007 [DE 4817] reclassifying the claim as an unsecured claim in the amount of \$623,004.79, without prejudice to additional objections at a later date. Counsel has deleted the Musso Living Trust's claim from the Exhibit to the Thirty-Fifth Omnibus Objection attached to this Order.

No other responses were filed with this Court. The Objection came before the Court for hearing on September 28, 2007 at 9:30 a.m. Good cause appearing, it is

ORDERED:

- Sustaining the USACM Trust’s Thirty-Fifth Omnibus Objection to Claims Asserting Secured Status;

- Reclassifying the Proofs of Claim listed on Exhibit A attached as general unsecured claims; and

- Reserving the right of any party in interest, including the USACM Trust, to further object to any and all claims listed on Exhibit A attached as unsecured claims or otherwise, whether or not the subject of this Objection.

####

1 PREPARED AND SUBMITTED:

2 **LEWIS AND ROCA LLP**

3 By: /s/ RC (#0006593)
4 Susan M. Freeman
5 Rob Charles
5 *Attorneys for USACM Liquidating Trust*

6 CERTIFICATION OF COUNSEL PURSUANT TO LOCAL RULE 9021

7 In accordance with Local Rule 9021, the undersigned certifies:

8 The Court waived the requirements of LR 9021.

9 I have delivered a copy of this proposed order to all counsel who appeared at the
10 hearing, any unrepresented parties who appeared at the hearing, and any trustee
11 appointed in this case, and each has approved or disapproved the order, or failed
11 to respond, as indicated below:

12 approved the form of this order;

13 waived the right to review the order;

14 failed to file and serve papers in accordance with LR 9021(c); and/or

15 failed to sign and return this proposed order within five (5) business days
15 in accordance with LR 9021(b).

16 I have delivered a copy of this proposed order to all attorneys and unrepresented
17 parties who appeared at the hearing regarding this matter and/or who filed a
18 written objection and all have either approved the form of this order, waived the
18 right to review the order, failed to file and serve papers in accordance with LR
19 9021(c) and the following have disapproved the form of the order.

20 No opposition was filed and no other party or counsel appeared at the hearing.

21 **LEWIS AND ROCA LLP**

22 By: /s/ RC (#0006593)
22 Susan M. Freeman
23 Rob Charles
23 *Attorneys for USACM Liquidating Trust*

USACM Liquidating Trust
OBJECTION TO CLAIMS ASSERTING SECURED STATUS
RECLASSIFY AS GENERAL UNSECURED CLAIM

<u>Claimant</u>	<u>Proof of Claim No.</u>	<u>Proof of Claim Amount</u>	<u>Proof of Claim Classification</u>
McQuerry Family Trust William McQuerry 318 Singing Brook Cir. Santa Rosa, CA 95409-6483	10725-02247	\$48,992.69	Secured
McQuerry Family Trust William McQuerry 318 Singing Brook Cir. Santa Rosa, CA 95409-6483	10725-02248	\$50,941.63	Secured
McQuerry Family Trust William McQuerry 318 Singing Brook Cir. Santa Rosa, CA 95409-6483	10725-02249	\$51,047.26	Secured
McQuerry Family Trust William McQuerry 318 Singing Brook Cir. Santa Rosa, CA 95409-6483	10725-02250	\$51,516.96	Secured
McQuerry Family Trust William McQuerry 318 Singing Brook Cir. Santa Rosa, CA 95409-6483	10725-02251	\$98,158.13	Secured
McQuerry Family Trust William McQuerry 318 Singing Brook Cir. Santa Rosa, CA 95409-6483	10725-02252	\$50,481.17	Secured
Melvin, Teri L. 2704 Chokecherry Avenue Henderson, NV 89074-1990	10725-02348	\$97,670.00	Secured
Melvin, Teri L. 2704 Chokecherry Avenue Henderson, NV 89074-1990	10725-02349	\$100,000.00	Secured
Melvin, Teri L. 2704 Chokecherry Avenue Henderson, NV 89074-1990	10725-02351	\$49,561.13	Secured

EXHIBIT A

USACM Liquidating Trust
OBJECTION TO CLAIMS ASSERTING SECURED STATUS
RECLASSIFY AS GENERAL UNSECURED CLAIM

Melvin, Teri 2704 Chokecherry Way Henderson, NV 89014	10725-02421	\$613,561.41	Secured
Minter Family 1994 Trust Douglas & Elizabeth F. Minter, Trustees 5389 Conte Drive Carson City, NV 89701	10725-02383	\$622,044.87	Secured
Minter Family 1994 Trust Douglas & Elizabeth F. Minter, Trustees 5389 Conte Drive Carson City, NV 89701	10725-02384	\$12,267.64	Secured
Moore, Arthur B. 994 Lilac Ct. Minden, NV 89423-5131	10725-00561	\$15,542.15	Secured
Moore, Raymond C. & Rose 902 University Ridge Drive Reno, NV 89512	10725-02345	\$40,477.76	Secured
Morgan, Kenneth G., Trustee Kenneth G. Morgan Living Trust 3080 Red Springs Drive Las Vegas, NV 89135	10725-00830	\$26,028.62	Secured
Nirenstein, Allen & Dorothy, Trustees Allen M. & Dorothy H. Nirenstein 1992 Rev Trust Dated 3/4/92 403 Woodland Rd. Kentfield, CA 94904-2635	10725-02411	\$402,819.63	Secured
Nirenstein, Allen & Dorothy, Trustees Allen M. & Dorothy H. Nirenstein 1992 Rev Trust Dated 3/4/92 403 Woodland Rd. Kentfield, CA 94904-2635	10725-02412	\$56,649.99	Secured

EXHIBIT A

USACM Liquidating Trust
OBJECTION TO CLAIMS ASSERTING SECURED STATUS
RECLASSIFY AS GENERAL UNSECURED CLAIM

Nirenstein, Allen & Dorothy, Trustees Allen M. & Dorothy H. Nirenstein 1992 Rev Trust Dated 3/4/92 403 Woodland Rd. Kentfield, CA 94904-2635	10725-02413	\$102,152.78	Secured
Nirenstein, Allen & Dorothy, Trustees Allen M. & Dorothy H. Nirenstein 1992 Rev Trust Dated 3/4/92 403 Woodland Rd. Kentfield, CA 94904-2635	10725-02414	\$50,590.28	Secured
Nirenstein, Allen & Dorothy, Trustees Allen M. & Dorothy H. Nirenstein 1992 Rev Trust Dated 3/4/92 403 Woodland Rd. Kentfield, CA 94904-2635	10725-02415	\$92,700.00	Secured
Patterson-Rogers Family Trust Dated 09/05/01 Robert C. & Joyce Patterson-Rogers, Trustees P. O. Box 60175 Las Vegas, NV 89160	10725-02338	\$768.46	Secured
Patterson-Rogers Family Trust Dated 09/05/01 Robert C. & Joyce Patterson-Rogers, Trustees P. O. Box 60175 Las Vegas, NV 89160	10725-02338	\$50,000.00	Secured
Prescia Investments Anthony & Nancy, Managers 5475 W. Teco Avenue Las Vegas, NV 89118-2814	17025-02390	\$75,000.00	Secured
Quinn, Sidney P.O. Box 340 Big Pine, CA 93513	10725-02439	\$50,000.00	Secured

EXHIBIT A

USACM Liquidating Trust
OBJECTION TO CLAIMS ASSERTING SECURED STATUS
RECLASSIFY AS GENERAL UNSECURED CLAIM

Reed, Michael IRA First Savings Bank, Custodian 259 Overlook Drive Cadiz, KY 42211	10725-02357	\$50,746.52	Secured
Reed, Linda S. IRA First Savings Bank, Custodian 259 Overlook Drive Cadiz, KY 42211	10725-02358	\$78,103.67	Secured
Richards, Jean G., Trustee Jean G. Richards Trust Dated 9/30/99 1160 Magnolia Lane Lincoln, CA 95648	10725-02401	\$156,596.03	Secured
Roberts Family Trust Dated 4/28/04 c/o Sarah R. Roberts, Trustee 529 Clearview Dr. Los Gatos, CA 95032-1743	10725-01833	\$15,001.78	Secured
Rothberg, Sheila 21 Randolph Drive Dix Hills, NY 11746	10725-02374	\$250,000.00	Secured
Smith, Joyce E., Trustee Joyce E. Smith Trust Dated 11/3/99 3080 Red Springs Dr. Las Vegas, NV 89135-1548	10725-00908	\$-----	Secured
Smith, Eldon N. 370 N. Pfeiffer Horn Dr. Alpine, UT 84004	10725-00072	\$40,174.40	Secured
Suarez, Tony 16 Bland Street Emerson, NJ 07630-1154	10725-02395	\$45,884.10	Secured
Topp, Gerry 10745 W. River Street Truckee, CA 96161	10725-02416	\$260,703.10	Secured
Von Berg, Marietta S. 24622 Rimrock Canyon Road Salinas, CA 93908	10725-02385	\$54,276.03	Secured

EXHIBIT A

USACM Liquidating Trust
OBJECTION TO CLAIMS ASSERTING SECURED STATUS
RECLASSIFY AS GENERAL UNSECURED CLAIM

Walter, Diane c/o Beesley Matteoni Ltd. Caryn S. Tijsseling Esq. 5011 Meadowood Mall Way SUI Reno, NV 89502	10725-00062-2	\$50,000.00	Secured
Weeks, David & Janelle 4400 Clyde Casper, WY 82609	10725-02409	\$53,347.72	Secured
Weible 1981 Trust Dated 6/30/81 Ardis & Dean F. Weible, Co-Trustees 6314 Tara Avenue Las Vegas, NV 89146	10725-02402	\$157,596.55	Secured
Weible 1981 Trust Dated 6/30/81 Ardis & Dean F. Weible, Co-Trustees 6314 Tara Avenue Las Vegas, NV 89146	10725-02403	\$277,838.39	Secured
Westbrook, Connie 14320 Ghost Rider Dr. Reno, NV 89511	10725-01679	\$120,000.00	Secured
Westbrook, Connie 14320 Ghost Rider Dr. Reno, NV 89511	10725-01685	\$50,000.00	Secured
What's On Limited Partnership 2013 Grouse Street Las Vegas, NV 89134	10725-02360	\$100,000.00	Secured
Whitman Trust Dated 12/01/04 c/o H. Daniel Whitman, Trustee P.O. Box 10200 Zephyr Cove, NV 89448-2200	10725-02367	\$203,206.82	Secured
Wong, Juliet 2223 25 th Avenue San Francisco, CA 94116	10725-02389	\$50,716.38	Secured
Yerushalmi, Mazal 8904 Greensboro Lane Las Vegas, NV 89134-0502	10725-02568	\$40,174.40	Secured

EXHIBIT A